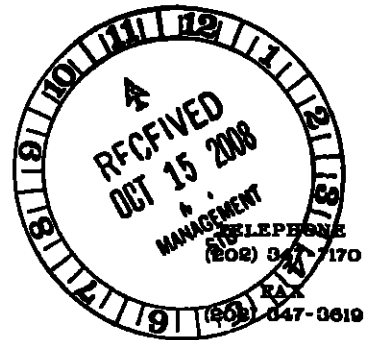


WILLIAM L SLOVER
C MICHAEL LOFTUS
JOHN H LE SEUR
KELVIN J DOWD
ROBERT D ROSENBERG
CHRISTOPHER A MILLS
FRANK J PERGOZZI
ANDREW B KOLESAR III
PETER A PFOHL
DANIEL M JAFFE
STEPHANIE P LYONS
JOSHUA M HOFFMAN

OF COUNSEL
DONALD O AVERY

SLOVER & LOFTUS
ATTORNEYS AT LAW
1224 SEVENTEENTH STREET, N W
WASHINGTON, D. C 20036-3003

October 15, 2008



WRITER'S E-MAIL
cam@sloverandloftus.com

BY HAND DELIVERY

The Honorable Anne K Quinlan
Acting Secretary
Surface Transportation Board
395 E Street, SW
Washington, D C 20423-0001

Re. Docket No. 42110, Seminole Electric
Cooperative, Inc v CSX Transportation, Inc

Dear Secretary Quinlan

Enclosed for filing in the referenced docket please find an original and 10
copies of Complainant Seminole Electric Cooperative's Report on the Parties'
Conference Pursuant to 49 C F R Part 1111 10(b)

An additional copy of the Report also is enclosed Kindly indicate receipt
and filing of this Report by time-stamping this extra copy and returning it to the bearer of
this letter.

Thank you for your attention to this matter

Sincerely,

Christopher A Mills

CAM:lad
Enclosures

205151

**BEFORE THE
SURFACE TRANSPORTATION BOARD**



SEMINOLE ELECTRIC COOPERATIVE, INC.

Complainant,

v.

CSX TRANSPORTATION, INC.

Defendant.

Docket No. 42110

**COMPLAINANT'S REPORT ON THE PARTIES' CONFERENCE
PURSUANT TO 49 C.F.R. PART 1111.10(b)**

Counsel for Complainant and Defendant have conducted a conference to discuss procedural and discovery matters in this case, pursuant to 49 C.F.R. Part 1110 10(b) The results of their conference are summarized below

1 Complainant proposed the procedural schedule for this case set out in the attached Appendix A. However, the parties were unable to agree upon a procedural schedule. As the proposed schedule set forth in Appendix A is consistent with the procedural schedules adopted in other recent rail rate cases brought under the stand-alone cost constraint, Complainant respectfully requests that the Board issue an order adopting this schedule

2 The parties have agreed upon the form of a Protective Order, to facilitate discovery by protecting the confidentiality of materials reflecting the terms of contracts, financial statements and data, and other confidential and proprietary information in the event that such materials are produced and/or included in evidentiary filings in this proceeding. The proposed Protective Order is attached as Appendix B. It is based upon similar Orders entered by the Board in recent cases brought under the stand-alone cost constraint. Complainant respectfully requests that the Board promptly enter such Order for use in this proceeding so that discovery can get under way.

Respectfully submitted,

SEMINOLE ELECTRIC COOPERATIVE,
INC.

By: Kelvin J. Dowd
Christopher A. Mills
Daniel M. Jaffe
Joshua M. Hoffman
Slover & Loftus
1224 Seventeenth Street, NW
Washington, DC 20036
202.347.7170



Of Counsel:

Slover & Loftus
1224 Seventeenth Street, NW
Washington, DC 20036
202.347.7170

Dated October 15, 2008

Its Attorneys

CERTIFICATE OF SERVICE

I hereby certify that on this 15th day of October, 2008, I served the foregoing Report on Conference upon defendant CSX Transportation, Inc by causing a copy thereof to be hand-delivered to its counsel, as follows:

G. Paul Moates, Esq
Paul A Hemmersbaugh, Esq.
Sidley Austin LLP
1201 K Street, N.W.
Washington, D C 20005



Christopher A Mills

APPENDIX A

STB Docket No. 42110

SEMINOLE ELECTRIC COOPERATIVE, INC.

v.

CSX TRANSPORTATION, INC.

Proposed Procedural Schedule

<u>DATE</u>	<u>DAY</u>	<u>EVENT</u>
October 3, 2008	0	Complaint filed
October 23, 2008	0 + 20	Answer to Complaint due
November 24, 2008	0 + 52	Staff-supervised discovery conference
February 2, 2009	0 + 122	End of discovery
April 17, 2009	0 + 196	Opening Evidence due
May 18, 2009	0 + 227	Staff-supervised technical conference
July 20, 2009	0 + 289	Reply evidence due
September 21, 2009	0 + 352	Rebuttal Evidence due

APPENDIX B

STB Docket No 42110

PROTECTIVE ORDER

- 1 Any party producing information, data, documents or other material (hereinafter collectively referred to as "material") in discovery to another party to this proceeding, or submitting material in pleadings, that the party in good faith believes reflects proprietary or confidential information, may designate and stamp such material as "CONFIDENTIAL," and such material must be treated as confidential. Such material, any copies, and any data or notes derived therefrom
 - (a) Shall be used solely for the purpose of this proceeding and any judicial review proceeding arising herefrom, and not for any other business, commercial, or competitive purpose
 - (b) May be disclosed only to employees, counsel, or agents of the party requesting such material who have a need to know, handle, or review the material for purposes of this proceeding and any judicial review proceeding arising herefrom, and only where such employee, counsel, or agent has been given and has read a copy of this Protective Order, agrees to be bound by its terms, and executes the attached Undertaking for Confidential Material prior to receiving access to such materials
 - (c) Must be destroyed by the requesting party, its employees, counsel, and agents, at the completion of this proceeding and any judicial review proceeding arising herefrom. However, outside counsel and consultants for a party are permitted to retain file copies of all pleadings filed with the Board
 - (d) If contained in any pleading filed with the Board shall, in order to be kept confidential, be filed only in pleadings submitted in a package clearly marked on the outside "Confidential Materials Subject to Protective Order." See 49 CFR 1104.14
- 2 Any party producing material in discovery to another party to this proceeding, or submitting material in pleadings, may in good faith designate and stamp particular material, such as material containing shipper-specific rate or cost data or other competitively sensitive information, as "HIGHLY CONFIDENTIAL." If any party wishes to challenge such designation, the party may bring such matter to the attention of the Board. Material that is so designated may be disclosed only to outside counsel or outside consultants of the party requesting such materials who have a need to know,

APPENDIX B

STB Docket No 42110

handle, or review the materials for purposes of this proceeding and any judicial review proceeding arising herefrom, provided that such outside counsel or outside consultants have been given and have read a copy of this Protective Order, agree to be bound by its terms, and execute the attached Undertaking for Highly Confidential Material prior to receiving access to such materials. Material designated as "HIGHLY CONFIDENTIAL" and produced in discovery under this provision shall be subject to all of the other provisions of this Protective Order, including without limitation paragraph 1

- 3 In the event that a party produces material which should have been designated as "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL" and inadvertently fails to designate the material as "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL," the producing party may notify the other party in writing within 5 days of discovery of its inadvertent failure to make the confidentiality designation. The party who received the material without the confidentiality designation will return the non-designated portion (including any and all copies) or destroy it, as directed by the producing party, or take such other steps as the parties agree to in writing. The producing party will promptly furnish the receiving party with properly designated material.
- 4 In the event that a party inadvertently produces material that is protected by the attorney-client privilege, work product doctrine, or any other privilege, the producing party may make a written request within a reasonable time after the producing party discovers the inadvertent disclosure that the other party return the inadvertently produced privileged document. The party who received the inadvertently produced document will either return the document to the producing party or destroy the document immediately upon receipt of the written request, as directed by the producing party. By returning or destroying the document, the receiving party is not conceding that the document is privileged and is not waiving its right to later challenge the substantive privilege claim, provided that it may not challenge the privilege claim by arguing that the inadvertent production waived the privilege.
- 5 If any party intends to use "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material at hearings in this proceeding, or in any judicial review proceeding arising herefrom, the party so intending shall submit any proposed exhibits or other documents setting forth or revealing such "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material to the the Board, or the court, as appropriate, with a written request that the Board or the court (a) restrict attendance at the hearings during discussion of such "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material, and (b) restrict access to the portion of the record or briefs reflecting discussion of such "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material in accordance with the terms of this Protective Order.

APPENDIX B

STB Docket No 42110

- 6 If any party intends to use "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material in the course of any deposition in this proceeding, the party so intending shall so advise counsel for the party producing the materials, counsel for the deponent, and all other counsel attending the deposition, and all portions of the deposition at which any such "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material is used shall be restricted to persons who may review the material under this Protective Order. All portions of deposition transcripts and/or exhibits that consist of or disclose "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material shall be kept under seal and treated as "CONFIDENTIAL" and/or "HIGHLY CONFIDENTIAL" material in accordance with the terms of this Protective Order.
- 7 Each party is ordered to produce to the other rail transportation contracts or other documents or information which, because of confidentiality provisions, cannot be produced without a Board order directing their production to the extent that (1) the other party has requested that the contracts be produced in discovery, and (2) the parties agree that the requested contracts would be properly discoverable in this proceeding but for the confidentiality provision(s). Such documents shall be required to be produced only after the other party(ies) to a contract (or other document subject to a confidentiality provision) who are entitled to prior notice have been provided written notice and a reasonable opportunity to object to that production and obtain a ruling from the Board on that objection. Any documents or contracts produced pursuant to this Section 7 shall be treated as "HIGHLY CONFIDENTIAL" and shall otherwise be subject to the terms of this Protective Order. To the extent that material reflecting the terms of contracts, shipper-specific traffic data, other traffic data, or other proprietary information is produced by a party in this or any related proceedings and is held and used by the receiving person in compliance with this Protective Order, such production, disclosure, and use of the material and of the data that the material contains will be deemed essential for the disposition of this and any related proceedings and will not be deemed a violation of 49 U.S.C. § 11904.
- 8 Except for this proceeding, the parties agree that if a party is required by law or order of a governmental or judicial body to release "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL" material produced by the other party or copies or notes thereof as to which it obtained access pursuant to this Protective Order, the party so required shall notify the producing party in writing within 3 working days of the determination that the "CONFIDENTIAL" material, "HIGHLY CONFIDENTIAL" material, or copies or notes are to be released, or within 3 working days prior to such release, whichever is soonest, to permit the producing party the opportunity to contest the release.

APPENDIX B

STB Docket No. 42110

- 9 Information that is publicly available or obtained outside of this proceeding from a person with a right to disclose it shall not be subject to this Protective Order even if the same information is produced and designated as "CONFIDENTIAL" or "HIGHLY CONFIDENTIAL" in this proceeding
- 10 Each party has a right to view its own data, information and documentation (i.e., information originally generated or compiled by or for that party), even if that data, information and documentation has been designated as Highly Confidential by a producing party, without securing prior permission from the producing party. If a party (the "filing party") files and serves upon the other party (the "reviewing party") a pleading or evidence containing the filing party's Highly Confidential material, the filing party shall also prepare and serve contemporaneously upon the reviewing party a Confidential Version of the pleading or evidence from which the filing party's Highly Confidential material has been redacted. The Confidential Version may be provided in hardcopy or electronic format at the option of the filing party, and may be disclosed to those personnel employed by the reviewing party who have read a copy of this Protective Order and executed the attached Undertaking for Confidential Material ("In-house Personnel").

APPENDIX B

STB Docket No 42110

UNDERTAKING CONFIDENTIAL MATERIAL

I, _____, have read the Protective Order served _____, 2008, governing the production of confidential documents in STB Docket No 42110, understand the same, and agree to be bound by its terms. I agree not to use or permit the use of any data or information obtained under this Undertaking, or to use or permit the use of any techniques disclosed or information learned as a result of receiving such data or information, for any purposes other than the preparation and presentation of evidence and argument in STB Docket No 42110 or any judicial review proceeding arising herefrom. I further agree not to disclose any data or information obtained under this Protective Order to any person who has not executed an Undertaking in the form hereof. At the conclusion of this proceeding and any judicial review proceeding arising herefrom, I will promptly destroy any copies of such designated documents obtained or made by me or by any outside counsel or outside consultants working with me, provided, however, that outside counsel may retain file copies of pleadings filed with the Board.

I understand and agree that money damages would not be a sufficient remedy for breach of this Undertaking and that parties producing confidential documents shall be entitled to specific performance and injunctive or other equitable relief as a remedy for any such breach, and I further agree to waive any requirement for the securing or posting of any bond in connection with such remedy. Such remedy shall not be deemed to be the exclusive remedy for breach of this Undertaking but shall be in addition to all remedies available at law or equity.

Dated

APPENDIX B

STB Docket No 42110

UNDERTAKING HIGHLY CONFIDENTIAL MATERIAL

As outside [counsel] [consultant] for _____, for which I am acting in this proceeding, I have read the Protective Order served _____, 2008, governing the production of confidential documents in STB Docket No 42110, understand the same, and agree to be bound by its terms. I further agree not to disclose any data, information or material designated "HIGHLY CONFIDENTIAL" to any person or entity who: (i) is not eligible for access to HIGHLY CONFIDENTIAL material under the terms of the Protective Order, or (ii) has not executed a HIGHLY CONFIDENTIAL undertaking in the form hereof. I also understand and agree, as a condition precedent to my receiving, reviewing, or using copies of any documents designated "HIGHLY CONFIDENTIAL," that I will limit my use of those documents and the information they contain to this proceeding and any judicial review proceeding arising herefrom, that I will take all necessary steps to assure that said documents and information will be kept on a confidential basis by any outside counsel or outside consultants working with me, that under no circumstances will I permit access to said documents or information by personnel of my client, its subsidiaries, affiliates, or owners, and that at the conclusion of this proceeding and any judicial review proceeding arising herefrom, I will promptly destroy any copies of such designated documents obtained or made by me or by any outside counsel or outside consultants working with me, provided, however, that outside counsel may retain file copies of pleadings filed with the Board. I further understand that I must destroy all notes or other documents containing such highly confidential information in compliance with the terms of the Protective Order. Under no circumstances will I permit access to documents designated "HIGHLY CONFIDENTIAL" by, or disclose any information contained therein to, any persons or entities for which I am not acting in this proceeding.

I understand and agree that money damages would not be a sufficient remedy for breach of this Undertaking and that parties producing confidential documents shall be entitled to specific performance and injunctive or other equitable relief as a remedy for any such breach, and I further agree to waive any requirement for the securing or posting of any bond in connection with such remedy. Such remedy shall not be deemed to be the exclusive remedy for breach of this Undertaking but shall be in addition to all remedies available at law or equity.

OUTSIDE [COUNSEL][CONSULTANT]

Dated